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IN THE

# Supreme Court of the United States

OCTOBER TERM, 1960

No. 622

INTERNATIONAL BROTHERHOOD OF TEAMSTERS, CHAUFFEURS, WAREHOUSEMEN AND HELPERS OF AMERICA, LOCAL UNION No. 486, AND NEIL DALTON, JR.,
Petitioners,

vs.

ANDREW J. HAENLEIN,
Respondent

## PETITION FOR WRIT OF CERTIORARI TO THE SUPREME COURT OF THE STATE OF MICHIGAN

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IN THE

# Supreme Court of the United States

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Petitioners,

vs.

ANDREW J. HAENLEIN,
Respondent

## PETITION FOR WRIT OF CERTIORARI TO THE SUPREME COURT OF THE STATE OF MICHIGAN

### OPINION BELOW

The opinion of the Michigan Supreme Court is reported at 361 Mich. 263 (official advance sheets only). A copy of the opinion is printed as an appendix to this Petition.

### JURISDICTION

The opinion of the Michigan Supreme Court was filed on September 16, 1960. Petition for rehearing was denied on October 10, 1960. The jurisdiction of this Court is invoked under 28 U. S. C. par. 1257(3).

## QUESTIONS PRESENTED

I.

Where in a state court plaintiff, whose business affects interstate commerce within the meaning of the National Labor Relations Act, prayed for injunctive relief to restrain peaceful picketing and for a decree awarding him money damages, does the decree issued by such state court since affirmed by the Supreme Court of the state, violate the due process clause of the Fourteenth Amendment?

II.

Where in a labor dispute between an employer, whose business affects interstate commerce within the meaning of the National Labor Relations Act, Title 29 U. S. C. A., Section 151 *et seq.*, and his employees, did exclusive jurisdiction over the controversy alleged and described in plaintiff's bill reside in the National Labor Relations Board, and did the state court by assuming jurisdiction thereof violate Article I, Section 8, and Article VI of the United States Constitution?

## CONSTITUTIONAL PROVISION INVOLVED

The Due Process clause of the Fourteenth Amendment to the Federal Constitution, Article I, Section 8, and Article VI of the Constitution.

## STATUTES INVOLVED

The pertinent portions of the "Labor Management Relations Act, 1947", 29 U. S. C. Sections 141 to 187.

## STATEMENT OF THE CASE

Respondent in his bill of complaint, filed in the Circuit Court for the County of Saginaw, in chancery, alleged that he was engaged in the business of constructing residential buildings in that locality, both under contracts with owners upon lots owned by them, and upon lots owned by himself for speculative purposes; that following receipt of a letter dated May 9, 1956 from the Michigan State Labor Mediation Board informing respondent that a labor dispute existed between himself and Local 1098, International Hod Carriers Building and Common Laborers Union of America, Saginaw, Michigan, thereafter and on May 22, 1956, picketing of two of his construction projects commenced; and that thereafter the drivers of some trucks ceased making delivery of building materials and supplies to his building projects, making it necessary for respondent or his employees to occasionally haul such materials and supplies themselves. Upon the filing of his bill, respondent was granted the temporary injunction therein prayed for, and in his bill prayed that such injunction be made permanent and that he be awarded money damages in the sum of not to exceed $100,000.00.

Thereafter, and on January 16, 1957, petitioners herein filed their sworn answer to respondent's said bill of complaint in which they alleged that respondent's business affects interstate commerce within the meaning of the National Labor Relations Act, Title 29 U. S. C. A., Section 151 *et seq.* Petitioner averred a lack of information sufficient to form a belief as to several paragraphs contained in said complaint, specifically denied ratifying, authorizing, or participating in any unlawful conspiracy with any other party whatsoever; denied being engaged in any illegal picketing or the committing of any unlawful acts in connection with respondent's business; and denied having authorized, rati-

fied, or participated in the perpetration of any of the acts alleged, by reason of which respondent averred he suffered damages.

The sworn answer to the bill of complaint aforementioned, filed by petitioner herein, further specifically gave notice of two affirmative defenses, averring in the first of such affirmative defenses that since respondent's business and employment relations affect interstate commerce, as defined by Title 29 U. S. C. A., Section 151 *et seq.*, exclusive jurisdiction over the alleged controversy described in respondent's bill resides in the National Labor Relations Board, and that any assumption of jurisdiction over such alleged labor dispute by the courts of the state would be violative of Article I, Section 8, and Article VI of the Constitution of the United States.

For their second affirmative defense, they averred that insofar as the bill alleged a cause of action based upon picketing and other forms of speech, any judicial restraint thereof would do violence to the Fourteenth Amendment to the Federal Constitution.

To the foregoing sworn answer and affirmative defenses respondent made no reply.[1]

On April 19, 1957, respondent's attorneys, and attorneys for some of the petitioners, executed a praecipe placing the above entitled cause on the list of causes ready for trial, certifying that the same was at issue as to all parties and ready for trial. Approximately six months thereafter, and

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[1] Michigan Court Rule 27, Section 4, requires that a reply to an answer shall be filed within fifteen days after receipt thereof. Section 6 of the same rule provides that a motion attacking a pleading, or any part thereof, must be filed within fifteen days after receipt of such pleading, and that all objections to pleadings not stated in such motion shall be deemed waived.

on September 9, 1957, respondent made a motion to strike the answer of the petitioner herein, and thereafter, on October 15, 1957, the Honorable Arthur M. Bach, Circuit Judge, presiding in the Circuit Court for the County of Saginaw, in chancery, entered an order directing petitioner to file an amended answer in accordance with the content and prayer of respondent's motion within fifteen days from the date of such order, and providing that upon failure so to do the answer of said petitioner theretofore filed be stricken from the file in said cause.

On November 12, 1957, an affidavit and order of default was entered as to said petitioners herein, upon the ground that they had not filed an amended answer as theretofore ordered. One year later, or on October 21, 1958, the cause came on for trial in the Circuit Court for the County of Saginaw, in chancery, before the Honorable Arthur M. Bach, Circuit Judge, presiding, notices of the trial date having theretofore been given to all parties, including petitioner herein, just as if the default had never been entered.

Following a very brief trial, at which plaintiff (respondent herein) offered no proof to establish that his business did not affect interstate commerce, offered no proof that the picketing of his business projects was accompanied by violence, and offered no competent proof as to damages, if any, the Court entered a decree theretofore prepared, which, after reciting that the cause came on for trial with notice to all parties (just as if no default had been taken), decreed that all of the defendants named in said bill of complaint, including the petitioners herein, be permanently enjoined from engaging in illegal labor practices; from picketing respondent's private residence excepting to the extent that the same was authorized under the constitutional provisions; from obstructing or interfering with free

and uninterrupted use of roads, streets, highways, etc.; and further awarded to respondent, as his damages sustained by reason of the illegal and unlawful primary and secondary boycott which the Court found, $20,000.00.

Thereafter, on November 6, 1958, petitioner's application for rehearing was denied and an appeal was taken to the Supreme Court of Michigan which affirmed the decision of the lower court. Subsequently, and on October 10, 1960, petitioners' application for rehearing was denied by the Michigan Supreme Court.

## REASONS FOR GRANTING WRIT

The decision of the State Court should be reviewed because it erroneously interprets the National Labor Relations Act so as to infringe upon and deny to the National Labor Relations Board the exclusive jurisdiction vested in it by the Congress over the controversy the pleadings in the State Court disclose.

The decision of the State Court is in conflict with *Garner v. Teamsters*, 346 U. S. 485,[2] or, if such is not the case, then the National Labor Relations Act, insofar as it confers exclusive jurisdiction upon the National Labor Relations Board, should be re-interpreted.

The facts in this case as disclosed by the sworn pleadings, disclose that respondent's business affected interstate commerce within the terms and definitions of the National Labor Relations Act, Title 29 U. S. C. A., Section 151, *et seq.*, and that the jurisdiction of the alleged labor dispute

[2] In *Garner v. Teamsters Union*, 346 U. S. 485, the court held that when a labor dispute affects interstate commerce, a state court lacks jurisdiction to enjoin peaceful and orderly picketing for the purpose of forcing an employer to coerce his employees into becoming members of the union.

between himself and his employees was, under the circumstances, exclusively vested and resided in the National Labor Relations Board.

The decree recited that the case came on for trial just as if no default had ever been entered, and recited that the parties elsewhere said to be in "default" had entered a general appearance.[3]

The respondent was served with a copy of the sworn answer of petitioner raising the aforesaid jurisdictional question, and the Court with whom it was filed thereby fully informed that the jurisdiction of the Court was challenged, since it appeared that by virtue of the National Labor Relations Act the State Court was utterly lacking in jurisdiction.

At the trial where neither the plaintiff (respondent) nor any of the four witnesses produced by him offered any proof to refute the sworn allegations that respondent's business affected interstate commerce and that in connection with the alleged unfair labor charges there was an absence of violence or proof of sufficient data, facts and circumstances from which plaintiff's (respondent's) alleged loss could be determined; the State Court nonetheless assumed jurisdiction, granted the permanent injunction prayed for, and awarded plaintiff (respondent) a money judgment for damages in the sum of $20,000.00,[4] plaintiff (respondent) having testified that he roughly determined that the loss to the business he would normally get, as a

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[3] The Michigan Supreme Court has held that jurisdiction of the subject matter cannot be conferred by consent. *Halkes v. Douglas Lomason Co.*, 267 Mich. 609.

[4] In *San Diego Building Trades Council v. Garmon*, 353 U. S. 26, it was held that even though the State Supreme Court reversed the judgment of the lower court but permitted the judgment for money damages to stand upon the ground of pre-emption doctrine. Such judgment should be reversed.

result of the picketing, would be "approximately twenty-thousand".[3]

As noted, to the affirmative defenses relying upon the National Labor Relations Act and set forth in petitioner's sworn answer, respondent made no reply as required by Michigan Court Rule 24.

In *Neada v. State Farm Life Insurance Company*, 324 Mich. 233, the Michigan Supreme Court held that "the language of Rule 24 clearly implies that affirmative matter properly averred in an answer, but not denied in the reply, shall be considered as admitted".

In the instant case with which we are concerned no reply to the sworn answer was made. In a case where a deficient reply was filed, it was said:

> "The facts set forth in defendants' answer, which are admittedly its reply, constitute a complete defense to plaintiff's cause of action."

Respondent, having filed no reply to the affirmative defenses set forth in petitioner's sworn answer, admitted that the Saginaw County Chancery Court was without jurisdiction in the premises and that the National Labor Relations Board had sole and exclusive jurisdiction over the controversy in question (29 U. S. C. A. Sections 141-187). The Trial Court, as well as the Michigan Supreme Court, was without jurisdiction in the premises and by its decree, affirmed on appeal, petitioners have been denied due process under the Fourteenth Amendment and said decree is violative of and contrary to the provisions of Article I, Section 8, and Article VI of the Constitution of the United States. *Staub v. Baxley*, 355 U. S. 313, 318, 320.

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[3] In *Davidson v. Michigan State Carpenter's Council*, 356 Mich. 337, it was held that a state court in the absence of violence is without power or jurisdiction to deal with unfair labor charges within the jurisdiction of the National Labor Relations Board (29 U. S. C. A. Sections 141-187).

## RELIEF SOUGHT

Certiorari should be granted.

Respectfully submitted,

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Dated: Detroit, Michigan,
December 28, 1960.

IN THE

# Supreme Court of the United States

OCTOBER TERM, 1960

No.....

INTERNATIONAL BROTHERHOOD OF TEAMSTERS, CHAUFFEURS, WAREHOUSEMEN AND HELPERS OF AMERICA, LOCAL UNION No. 486, AND NEIL DALTON, JR.,
Petitioners,

vs.

ANDREW J. HAENLEIN,
Respondent

## APPENDIX

# APPENDIX

## OPINION OF THE MICHIGAN SUPREME COURT

Andrew J. Haenlein,
*Plaintiff and Appellee,*
v.
Saginaw Building Trades Council, A. F. L., et al.,
*Defendants,*
and
International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America, Local Union No. 486, and Neil Dalton, Jr.,
*Defendants and Appellants.*

(Decided September 16, 1960)

BEFORE THE ENTIRE BENCH

BLACK, J. (for affirmance)

The tie game played by Moody against Carnegie a year ago (356 Mich. 434) did but forecast our disagreement in this case.

Having bumped my own way through this Court's bulbous verbosity of dissertation, upon the supposed elasticity of time-limitations appearing in Court Rules 28 and 48, I find the field clear for independent judgment that a personally served defendant (or plaintiff for that matter), seeking by late motion or application to avoid his entered default (on strength of which due proceedings have been taken), may do so only by charging and proving that his

litigant opponent has committed a fraud, upon him or the court, either in bringing about entry of such default or in the inducement of inaction by such personally served defendant. Such judgment shortens the present opinion, which is well.

In Moody the total time allowed—by Court Rule 48—for application for rehearing had expired. Here the corresponding time allowed by Court Rule 28—for setting aside the default of defendants Dalton and International Brotherhood—had expired more than 8 months prior to filing of the present petition for rehearing. It is *not* claimed that plaintiff, in the proceedings leading up to entry of such default or, for that matter, in the course of proceedings thereafter, was guilty of fraud or other deception which, according to recognized exception, would relieve such defendant from the limitational consequences of said Rule 28. Further, and as against the claim of these defendants that entry of their default was irregular, I agree with Judge Bach that the default proceedings were meticulously proper and that such defendants were repeatedly and promptly notified thereafter, not only of the fact of entry of their default, but of impending trial of the cause.

No heed was given, by defendants Dalton and International Brotherhood, to any of these notices. The last one was given by the assignment clerk of the court. By it counsel of record were notified, under date of October 9, 1958, that the cause would come on for trial October 21, 1958 (which it did). Between the date of such notice and the stated date of trial, Milwaukee counsel appearing for defendants Dalton and International Brotherhood wrote a Saginaw representative of defendant Local Union No. 486 as follows:

> "We received notice from William L. Hellerman that the Haenlein case was set for trial on October 21, 1958. We understand that the Teamsters have no interest in the Haenlein Company and do not desire to litigate the issues involved in that case. We suggest that your local attorney inform the court and the plaintiff's counsel of this fact with the view in mind of having the Teamsters dismissed as a party by stipulation."

This letter, proving as it does timely knowledge of counsel that hearing of the cause was imminent and that a decision "not to litigate" had been reached, fully supports the chancellor's summary conclusion "that there was no intention on the part of defendants [referring to defendants Dalton and International Brotherhood] to defend the action."

In denying this application for rehearing, the chancellor rightfully followed the rule of *White v. Sadler*, 350 Mich. 511, that is to say:

> "Our Court has traditionally been strict on setting aside defaults once regularly entered. Where a default following personal service is regularly taken, the court rule providing that it shall not be set aside after a certain time (presently 4 months) has generally been regarded as mandatory (*Hensey v. Hensey*, 331 Mich. 518; *Gombasy v. Gombasy*, 318 Mich. 139; *Watkins v. Wayne Circuit Judge*, 247 Mich. 237), and this rule, however harsh, has been subject to few exceptions, the most notable being that of fraud (*Hensey v. Hensey, supra*), which is not urged or suggested here" (quotation from White, pp. 521, 522).

An application for rehearing under Rule 48, by a party in default, provides no means of getting around the time-limitation of Rule 28, which is to say that these defend-

ants presently have no standing to apply under Rule 48 for rehearing. Their default has never been set aside. Nor has any petition or motion to vacate such default been submitted. Consequently, this application was out of order and is now out of order. See to the point *McInerney's, Inc. v. Danford*, 341 Mich. 477.

A final question is raised; that no state court may entertain jurisdiction over a case "which originated with an employer's charge of unfair labor practices against unions in an industry which affects commerce," unless there is "proof of violence." Our recent decision in *Town & Country Motors v. Local Union No. 328*, 355 Mich. 26, is cited in support.

In my view this jurisdictional question was not open to consideration below, nor is it here for want of fact-proof of its decisive premises. See *Austin v. Painters' District Council*, 339 Mich. 462, 484, 485. There the defendants, by "petition to reopen the cause for certain purposes," sought without success to introduce a corresponding defense of exclusively federal jurisdiction. Sometimes, jurisdictional questions need proof to make them effective. That is true here. The asserted want of jurisdiction does not appear in or on the face of the record.

I would affirm, with costs to plaintiff.

SUPPLEMENT (July 12, 1960):

This case was duly assigned to the writer prior to submission thereof during the April term. In pursuance of such assignment the foregoing opinion was submitted for consideration of our membership on May 11, 1960. Now under term-delayed date of June 30, Justices Carr and Smith have gotten around to writing that the Court

should pursue other and separate courses toward appellate judgment. One would affirm with explanation of what he has written in *Moody v. Carnegie*, 356 Mich. 434. The other would reverse for want of determination below of a question of jurisdiction, pleaded affirmatively by these defaulted defendants, the validity of which question depended below and depends now on defensive-essential proof the defaulted labor union chose not to present.

My Brother Carr, bolstering his extended writing in Moody, refers to the allegedly defrauded party (in that case) as "an elderly widow." The "elderly widow," for whom my Brother bleeds anew, was shown in the cited case as having been party to a secret agreement for champertous maintenance of the suit; her share of the litigious spoils to be $250 in event of success with the subject realty going to the thoroughly concealed real party in interest (one Frank B. Donohue). For Justice Carr's conclusionary presentation of these facts, see 356 Mich. at page 436. For my presentation thereof, with direct quotation of the agreement to sue in the name of the "elderly widow," see pages 450 and 451 of the same volume.

I would say this only, by way of compendious reply to my Brother's bootstrap review of Moody: At first writing Justice Carr warily refrained from saying *who* perpetrated the "fraud" as found by him. Writing in today's case, he is yet unwilling to name and so accuse the alleged perpetrator. One thing is sure. Defendant Carnegie and his counsel were innocent of fraud, or participation in the commission of fraud. So, if "fraud" really did taint the plan and the presentation of the suit brought in Mrs. Moody's name, was it not committed exclusively by some one or all of those who participated in the illegal agreement to sue and divide?

Aside from the above, both opinions of Moody speak for themselves. One group would insert a stretchable-at-will number of weeks, months, or years in the time-limitational periods of rules 28 and 48. The other group would not. Such being the divisive state of things, how trustworthy—anyway—are limitations of time by court rule? Let troubled lawyers answer in the safe privacy of Michigan law offices, seasoning their speech with salt*, and let them invent more and more arbitrational ways of keeping their clients out of our courts.

As for Mr. Justice Smith's opinion, I can say only that my signature will never sanction the mere pleading, of crossed jurisdictional fingers tagged "you can't touch us," as a means of forcing the trial court to investigate and record the evidentiary facts which deny or uphold local jurisdiction under the National Labor Relations Act. That burden rests on the affirmative pleader, and our trial courts are not to be toyed with by the practice of depositing such a pleading and then ignoring the court. Which is to say that this defendant labor union should have presented proof in support of its jurisdictional plea if possessed of such proof. There being no such proof, clear jurisdiction to proceed appeared below and now appears on the face of this record.

Today's question of jurisdiction is simple of presentation: Did the court have power to enter upon the inquiry presented by the pleadings? The very nature of its self-styled "affirmative defense" is an admission by the defendant union of a "yes" answer. By that plea the union asked the court to receive evidence in support thereof and, upon such evidence, to find judicially that it—the

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* "Let thy speech be always with grace, seasoned with salt, that ye may know how ye ought to answer every man." (Colossians, 4:6.)

union—was immune from state court suit as pleaded. Having duly acquired jurisdiction—conferred by the plaintiff's bill and the defensive pleadings as filed—the court below was authorized to proceed until it was "judicially informed that its power over the cause has been suspended." (*Insurance Company v. Pechner*, 95 U. S. 183, 186). It was never so informed, and this my Brother Smith admits.

I voted to sustain the defendant union in *Town & Country Motors, Inc. v. Local Union No. 328*, 355 Mich. 26 because that union amply supported, with proof, its plea to the jurisdiction. I vote here to overrule the defendant union because it has failed to offer proof supporting its like plea. When a union is right I shall vote to support its cause. When it is wrong, I shall vote to say so. No particular class of litigant is always right, which remark goes for corporate unions and labor unions alike.

I vote again to affirm, with costs to plaintiff.

Kavanagh, J., concurred with Black, J.

Carr, J.

Plaintiff brought this suit in equity, seeking injunctive relief and damages based on alleged wrongful conduct on the part of defendants. The bill of complaint alleged that plaintiff was a contractor engaged in building houses in Saginaw County, that as such he had a number of employees, and that the defendants engaged in a conspiracy to interfere with plaintiff's business, and with his employees, for the attainment of an unlawful labor objective. The conduct of which plaintiff complained was set forth in detail in his pleading. The defendants filed their answers thereto, the International Brotherhood of Teamsters,

Chauffeurs, Warehousemen and Helpers of America, Local Union No. 486, and defendant Dalton joining in a pleading that denied some of plaintiff's allegations, pleaded lack of information as to others, and asserted by way of affirmative defense that the exclusive jurisdiction with reference to the plaintiff's alleged cause of action was vested in the National Labor Relations Board. The answers filed on behalf of other defendants are not material in the instant controversy.

On behalf of plaintiff a motion was submitted to strike the answer filed on behalf of Teamsters Union and Dalton, its local representative, on the ground that its averments were evasive and not in compliance with the requirements of Michigan Court Rules 17 and 23. Plaintiff asked that the answer either be stricken or that said defendants be required to file an answer in accordance with the rules and practice of the court. Following a hearing on said motion the circuit judge entered an order requiring that an amended answer be filed within 15 days thereafter, and that in default thereof the answer as filed be stricken from the cause. No amended answer was filed and approximately four weeks after the order was entered counsel for plaintiff filed a motion and order for default of said defendants, International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America, Local Union No. 486, and Neil Dalton, Jr.

No attempt was made to have the default referred to set aside. Several months later the case was set for trial on October 21, 1958. Counsel representing the plaintiff, and also counsel representing defendants other than the Teamsters Union and Dalton, were present and announced themselves ready for trial. In a colloquy between the court and counsel appearing in the case reference was made to the fact that the two defendants named were not

present or represented although notice of trial had been sent to them by the clerk of the court, as specifically requested by counsel for the plaintiff. It is not disputed that the notice was received, and it further appears from the record before us that said defendants, the appellants in the case, were also notified by counsel representing another defendant that the case would be brought on for trial on October 21, 1958. It is not disputed that the following letter was written by general counsel for the Teamsters Union, who also represented defendant Dalton:

"October 16, 1958

"Mr. Gerry McIlvain
Teamsters Local 486
229 North Jefferson Street
Saginaw, Michigan

"Dear Gerry:

"We received notice from William L. Hellerman that the Haenlein case was set for trial on October 21, 1958. We understand that the Teamsters have no interest in the Haenlein Company and do not desire to litigate the issues involved in that case. We suggest that your local attorney inform the court and the plaintiff's counsel of this fact with the view in mind of having the Teamsters dismissed as a party by stipulation.

"Please advise if there is anything further we can do on this case.

"Yours very truly,

"Padway, Goldberg & Previant,
By David Leo Uelmen

"DLU:ED

"cc Mr. William L. Hellerman
Attorney at Law
Shearer Building
Bay City, Michigan"

The trial judge proceeded to hear testimony in the case, and concluded that the charges made in the bill of complaint had been sustained by the evidence. A decree was accordingly entered granting against the defendants an injunction as sought by plaintiff, and also providing as follows:

> "It is further ordered, adjudged and decreed that the defendants, Teamsters, Chauffeurs, Warehousemen & Helpers of America, Union No. 486, American Federation of Labor, and Neil Dalton, jointly and severally pay to the plaintiff Andrew J. Haenlein, his damages sustained by reason of the illegal and unlawful primary and secondary boycott which the Court finds and assesses at Twenty Thousand ($20,000.00) dollars, and that plaintiff may have execution therefor."

On being advised of the entry of the decree the defendants against whom damages were assessed, as indicated in the provision above quoted, made a motion for a rehearing, to which motion counsel for plaintiff filed objections. The trial judge denied the application to set aside the decree and grant the rehearing sought, and said defendants, the Teamsters Union and Dalton, have appealed.

The decree entered in circuit court made no reference to the order of default entered by counsel for plaintiff against appellants. It did, however, recite that appellants had regularly appeared in the case, that they had received notice of the date and place of trial, and that neither said defendants, or either of them, or their counsel, had appeared in court. It thus appears that the circuit judge determined that under the circumstances he was justified in proceeding in accordance with the notice of trial, and in permitting the introduction of proofs offered on behalf

of the parties to the case who were represented. It further appears that the decree was based on the proofs taken in open court. No claim is made that appellants sought, or desired, a continuance for any reason. It is a matter of inference only that they believed that plaintiff's alleged cause of action could not be maintained as against them. Whatever the reason for the failure to appear or to take possible action to bring about a postponement of the trial, the fact remains that defendants elected to take no further part in the proceeding. Under the admitted facts we think the trial judge did not abuse his authority in proceeding with the trial, or in denying appellant's motion to set aside the decree and grant a rehearing.

On behalf of appellants it is claimed that the trial court was without jurisdiction on the theory that the National Labor Relations Board was vested with sole and exclusive authority in the premises. However, the bill of complaint does not indicate that plaintiff was engaged in interstate commerce in connection with his building operations, and the statement in the answer filed to the effect that such business "affects interstate commerce within the meaning of the *National Labor Relations Act*, Title 29 U. S. C. A. Sec. 151, *et seq.*" was a mere conclusion unsupported by factual averments. In any event appellants did not appear at the trial for the purpose of offering proof in support of their claim in such respect.

On the record before us the situation is analogous to that in *Way Baking Company v. Teamsters & Truck Drivers Local No. 164, American Federation of Labor*, 335 Mich. 478. In that case the claim of the defendant that the plaintiff was engaged in interstate commerce was an issue of fact in the trial court, was determined adversely to defendant, and this Court on appeal concluded that the

record supported such finding. It may not be assumed that plaintiff in the case at bar was engaged in interstate commerce, and appellants did not avail themselves of their right to offer proofs in support of their pleaded affirmative defense with reference thereto. The claim now made that the trial court lacked jurisdiction is without merit. For the reasons indicated we concur in affirmance of the decree entered.

Every controversy of this nature must be determined in accordance with the facts involved. Mr. Justice Black has referred in his opinion to *Moody v. Carnegie*, 356 Mich. 434, in which this Court, on equal division, affirmed an order of the circuit court of Wayne County granting a rehearing in an equity case. The fact there was that the plaintiff, an elderly widow, who was a necessary witness in her own behalf, was not given notice that her case had been set for trial at a certain time. As a result she was not present when the case was called and the hearing proceeded without her. Her attorney, who was in court, apparently made no explanation to the trial judge nor did he seek a continuance, or the opportunity to advise plaintiff that her case was being heard. The result was a decree adverse to her. Subsequently she learned what had occurred, obtained other counsel, and filed a petition to set aside the decree and to grant a rehearing. This was after the time fixed by rule for making such a petition, other than on the basis of fraud. The circuit judge presiding at the hearing of the application concluded that in the interest of justice plaintiff should be granted her right to her day in court and ordered a rehearing. The result was a decree in plaintiff's favor. On appeal the action taken was approved as indicated, the facts disclosing that plaintiff had been improperly deprived of her right to appear and testify when the case was first called

for hearing. Such deprivation amounted to fraud. The case now before us does not present a like situation. No claim is made that appellants were wrongfully deprived of their right to appear at the trial and present their proofs.

Dethmers, C. J. and Kelly, J., concurred with Carr, J.

SMITH, J.

We are concerned at the threshold of this case, as we were in *Taylor v. State of Michigan*, 360 Mich. 146, with a question of jurisdiction.

One of the appellants set up lack of jurisdiction over the subject matter as an affirmative defense in a suit brought by the appellee to obtain an injunction in a labor dispute:

> "As and for an affirmative defense, defendant International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America, Local No. 486, AFL-CIO, alleges that the plaintiff's business and the employment relations of the plaintiff affect interstate commerce within the terms and definitions of the National Labor Relations Act, Title 29, USCA Sec. 151, *et seq.*, exclusive jurisdiction over which resides in the National Labor Relations Board; and further alleges that any assumption of jurisdiction by the courts of the State of Michigan would violate Article I, Section 8, and Article VI of the United States Constitution."

It should be obvious to any lawyer that reliance is being placed on the doctrine of Federal pre-emption, a doctrine vital to the effectuation of national policy in the field of labor relations. See *Town & Country Motors, Inc., v. Local Union No. 328*, 355 Mich. 26. When such a jurisdictional question has been brought to the attention of a

court, its first duty is to make an inquiry and determination even despite failure of the parties themselves to plead or argue the question. Thus in *New York, New Haven & Hartford R. Co. v. Jenkins*, 331 Mass. 720, 728 (122 N. E. 2d 759), *rev'd on other grounds*, 350 U. S. 355 (76 S. Ct. 227, 100 L. ed. 166) the court held: "It is the duty of the court to decide its jurisdiction when the question appears on the record even though the point has not been raised by the parties." This, however, was not done by the chancellor below.*

It answers nothing of substance to say that the appellant alleged no "facts" in support of its jurisdictional defense. What it alleged in its sworn answer was that plaintiff's business and employment relations affected interstate commerce. It asserted that exclusive jurisdiction over the case resided in the National Labor Relations Board, and cited specifically the applicable sections of the federal code. Are these "facts"?

Much ingenuity has been spent in the past distinguishing facts from conclusions, and questions of fact from questions of law. We cannot build the jurisprudence of a great state upon these slippery semanticisms. They represent, in all but the simplest cases, of which this assuredly is not one, terms not susceptible of either definition or accurate description. They are often *ex post facto* rationales for decisions reached, rather than reasons for arriving at the decision. Moore points out that the federal courts under their present rules "are not hampered by the morass of decisions as to whether a particular allegation is one of fact, evidence, or law."**

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*The authority of the chancellor to make such a determination is well established. *Teeter v. Teeter*, 332 Mich. 1; *Lehman v. Lehman*, 312 Mich. 102; *In re Estate of Fraser*, 288 Mich. 392.

**2 *Moore, Federal Practice* (2d ed. 1048), Para. 8.13, at 1647.

No more should we be so hampered. The federal courts have regarded their rules as freeing them from such mysticisms and we, as well, have adopted a liberal interpretation of our rules of pleading. *Baker v. Gushwa*, 354 Mich. 241. If a pleading gives a fair notice to the other party of the basis of the claim or defense asserted, with such reasonable particularity as the circumstances of the case permit (call it fact, law, conclusion, mixed question, or what-not), the pleading has fulfilled its function and it is not necessary (Court Rule No. 17, §2) to go further and plead one's evidence. There could be no reasonable doubt in the mind of any party to this litigation that it was defendant's position that the National Labor Relations Board had exclusive jurisdiction over this case on the ground that interstate commerce was affected. It was not the pleader's burden to prove this assertion in his pleading. If plaintiff were actually in the doubt as to what this defense was all about he could have demanded greater particularity in the pleading. There is no doubt that he knew how to make such demand, as will next appear.

A motion was made to strike the entire answer of the appellants, which contained the affirmative defense. It was not made within the 15 days specified by Court Rule 27, §6, but some 8 months later. It was granted and a default taken for want of an answer. The objections to the answer were directed to the paragraphs by which facts alleged in the bill of complaint were denied: no reply was made to the affirmative defense and no objection was raised to the manner in which it was made. As the cause thus proceeded nothing appeared to suggest that the defense of lack of jurisdiction was frivolous or otherwise did not deserve the attention of the chancellor. Counsel for the appellants did not contest the motion, indeed,

took no further action until some time after the default decree had been entered. Yet the inaction or ineptitude of counsel does not relieve a court of the duty of determining its own jurisdiction. *Jones v. Amsel*, 388 Pa. 47, 51 (130 A. 2d 119): "The chancellor himself is not [because of failure of the parties to raise the issue] thereby relieved of the obligation of determining his own jurisdiction."

The employment of an analogy may serve to bring the issue before us in sharper focus. We will assume that through some misconception of the law, a bill for divorce is filed in the probate court, that general appearance is entered by the defendant, who challenges jurisdiction in the answer, that thereafter he writes letters to all parties that he will not participate in the trial, does not do so, and that decree *pro confesso* against him is taken. The decree of the probate court is a complete nullity. Challenge thereto will be heard by any court at any time from any party and will be raised by any court itself, *sua sponte*, should the circumstances become known to it. No rights can be built on such a decree, any officer attempting execution on the faith thereof is a mere trespasser, and the decree may be directly or collaterally assailed. In short, it is a mere *brutum fulmen*, wastepaper. See *Fox v. Martin*, 287 Mich. 147.

Finally, it is argued that defendants did not move to vacate the default. What they did, more than four months after the entry of the default, was to file a pleading called "petition for rehearing" in which they requested that the decree be set aside, that they be allowed to file an amended answer, and that a rehearing be granted. The name attached to a pleading does not establish its character; it must be construed so as to accomplish its manifest purpose. The chancellor construed it as a prayer that the

default be set aside and in so doing he was clearly correct.*

Generally a motion to set aside a default must be made before the expiration of the 4-month period of Court Rule No. 28. But even assuming this default to have been "regularly" taken, despite the unanswered jurisdictional question, the policy underlying the rule limiting reconsideration must be weighed against the possible confusion that would result from permitting such a decree to remain outstanding, although beyond the power of the court, void, and subject to collateral attack. Congress, in the exercise of its plenary power in the field of labor relations affecting interstate commerce, completely displaced state power to deal with matters entrusted to the National Labor Relations Board, *Guss v. Utah Labor Relations Board*, 353 U. S. 1 (77 S. Ct. 598, 609, 1 L. ed 2d 601), and acts of a state court intruding upon the jurisdiction of the Board are nullities and vulnerable collaterally. *Cf. Kalb v. Feuerstein*, 308 U. S. 433 (60 S. Ct. 343, 84 L. ed. 370). See, generally, *Restatement*, Judgments, §10, comment b.

Reliance upon *Austin v. Painters' District Council No. 22*, 339 Mich. 462, is misplaced. In that case, defendants attempted to interject a jurisdictional point in a supplemental brief on appeal. This court examined the record and found nothing therein to form a basis for raising the point, concluding that "it is evident that defendants' purpose in seeking to reopen the case was to explore the possibilities of establishing evidence upon which to base

*The chancellor held, in part, as follows: "Rule 28, Sec. 4 provides proceedings to set aside a default must be made within 4 months after the default is regularly filed and entered. This was not done." Also: "Defendants further allege the default should be set aside because of the neglect of the attorneys." Also: "This writer is a visiting judge and many trips were made to hear this matter, and afford all parties their rights. It can find nothing in the record to justify setting aside the default because of neglect of the attorneys."

a Federal question." *Id.* at 485. Where the point is not raised frivolously, proper respect for Congressional purpose and the orderly administration of justice compels a court to consider the question of jurisdiction.

Whether there is jurisdiction of the subject matter in this cause cannot be determined without further inquiry. In *Town & Country Motors, supra,* there was a lack of jurisdiction. Here there may be or there may not be.

What appellee's argument actually presents is a monument to Baron Parke, whose "almost superstitious reverence for the dark technicalities of special pleading"* was so profound that he resigned from the bench when liberalizing reforms were introduced. The union, appellant before us, pleaded lack of jurisdiction over the subject matter from its first pleading in the trial court to its briefs before us. The point has never been ruled upon from that day to this, yet it is now proposed that we affirm a judgment against it of some $20,000. True, its counsel handled the case poorly,** but poor handling does not invest a court with jurisdiction over the subject matter.

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*Frankfurter, J., dissenting in *Johnson v. New York, N. H. & H. R. Co.*, 344 U. S. 48, 62 (73 S. Ct. 125, 132, 97 L. ed. 77).

**The principal fault here, according to counsel's affidavits, was that appellants' Milwaukee counsel understood that appellants' Detroit counsel would forward them all papers filed in the cause but, due to misunderstanding, this was not done. We are told by affidavit:

"That the address of the attorneys for said Teamsters, Chauffeurs, Warehousemen and Helpers of America, Local Union No. 486, and Neil Dalton, Jr., upon the Notice of Appearance was 2550 Guardian Building, Detroit, Michigan, and that the affiant understood that the Detroit office would forward all papers having to do with this case to the office in Milwaukee as soon as they were received in the Detroit office; that a misunderstanding in this regard occurred which was inadvertent and unintentional and which resulted in the fact that the papers above mentioned, to-wit: the motion to strike the answer, the order of the court that the answer be stricken unless an amended answer be filed, the notices of default for failure to file an amended answer and the notice of hearing were received in the Detroit office, but were not forwarded to the Milwaukee office, and that they did not come to the attention of affiant until after said decree was made and entered."

The situation is reminiscent of Sergeant (later Mr. Justice Hayes' dialogue, "Crogate's Case; a Dialogue in the Shades on Special Pleading Reform."* Here Baron Surrebutter (obviously the Baron Parke, to whom we made reference hereinabove) is discussing with Crogate** the system of special pleading:

> "Sur. B.: Done away with special pleading? Heaven forbid! * * * We framed a series of rules on the subject, which have given a truly magnificent development to this admirable system; so much so, indeed, that nearly half the cases coming recently before the court, have been decided upon points of pleading.
>
> "Crogate: You astonish me. But pray how do the suitors like this sort of justice?
>
> "Sur. B.: Mr. Crogate, that consideration has never occurred to me, nor do I conceive that laws ought to be adopted to suit the tests and capacities of the ignorant. * * *"

In ancient times, when trials were mere combats between opposing counsel, he who best knew the intricacies of repleader and surrebuttal would prevail as a matter of course. Cases were disposed of in great numbers without taking the testimony of so much as a single witness. Justice was thus sacrificed on the altar of lifeless formalism. Today pleadings are construed, not as an impediment to justice but to further its accomplishment. Save in the clearest possible cases, of which this, assuredly, is not one, modern courts do not dispose of substantial issues on pleading points alone, but on proofs. Since it is enough that challenge to jurisdiction over the subject

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*9 Holdsworth, History of English Law, p. 427.

**See Crogate's Case, 8 Co. Rep. 66b (77 Eng. Rep. 574).

matter need merely be suggested on the record to impose upon a court the duty of conducting inquiry as to its jurisdiction to proceed, we need hardly add that inartistic or unskillful pleading thereof (even should such exist) will not serve to relieve the court of its duty.

The order of the chancellor denying the relief prayed by the appellants is reversed and the cause remanded for proceedings not inconsistent with this opinion, and upon such terms and conditions as may seem equitable to the chancellor under the circumstances. Although appellants have prevailed in this Court, the appellee may have his costs.

Reversed and remanded.

Edwards and Souris, J. J. concurred with Smith, J.

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SUPREME COURT, U.S.
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JAMES R. BROWNING, Clerk

IN THE

# SUPREME COURT OF THE UNITED STATES

OCTOBER TERM 19

No. 622

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RESPONDENT'S BRIEF IN OPPOSITION TO PETITION FOR WRIT OF CERTIORARI TO THE SUPREME COURT OF THE STATE OF MICHIGAN

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IN THE

# SUPREME COURT OF THE UNITED STATES

OCTOBER TERM, 1960

No. .....

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INTERNATIONAL BROTHERHOOD OF TEAMSTERS, CHAUFFEURS, WAREHOUSEMEN AND HELPERS OF AMERICA, LOCAL UNION No. 486, AND NEIL DALTON, JR.,
*Petitioners,*

vs.

ANDREW J. HAENLEIN,
*Respondent.*

---

## RESPONDENT'S BRIEF IN OPPOSITION TO PETITION FOR WRIT OF CERTIORARI TO THE SUPREME COURT OF THE STATE OF MICHIGAN

### JURISDICTION

Jurisdiction of this Court cannot be invoked under 28 U. S. C. par. 1257(3) because the case does not involve the Constitution or statutes of the United States. The case does not involve a federal question.

### QUESTIONS PRESENTED

Respondent is not satisfied with Petitioners' "Questions Presented" and therefore submits the following:

Does Petitioners' application present a federal question where Petitioners made no proof in the state court that the business of Respondent, employer, affected interstate

commerce (and such was not apparent on the face of t pleadings) and the uncontradicted proof in the state co disclosed Petitioners acted in violation of state statu (not in conflict with federal statutes) declaring the pub policy of the state in labor disputes, and Petitioners act in violation of the penal statutes of the state regulati labor disputes?

## CONSTITUTIONAL PROVISION INVOLVED:

Respondent submits no federal constitutional provis is involved in the case at bar.

## STATUTES INVOLVED

Respondent submits no federal statute is involved the case at bar.

## STATEMENT OF THE CASE

Respondent does not accept Petitioners' "Statement the Case" because of inaccuracies and omissions and s mits the following:

Respondent is a builder of private residential dwelli in Saginaw County, Michigan. He filed a Bill of Compl in chancery in the Circuit Court for the County of S naw, Michigan, charging ten unions and twelve indivi Petitioners included, with illegal and violent acts in p suance of an unlawful labor objective, namely, to fo Respondent to compel his employees to join a union "violation of the laws of the State of Michigan". P tioners, Teamsters Union Local No. 486 and Neil Dal Jr., its business agent, were charged with specific dividual acts of illegal picketing, obstructing lawful t fic upon the public highways of the state, preventing gress and egress on Respondent's construction proj engaging in illegal primary and secondary boycotts, other violent and unlawful acts. Petitioners, with the o defendants, were charged with an unlawful conspirac violate the state law. Respondent sought injunctive re temporary and permanent, and money damages. P tioners filed a general appearance. Petitioners did

move in the trial court to dismiss the suit for lack of state court jurisdiction. Petitioners filed a general answer, neither admitting nor denying the specific individual illegal acts charged against them and asserted a lack of information upon which to base an answer. Petitioners made a naked allegation of lack of jurisdiction of the state court to entertain the suit by reason of interstate commerce and restriction of free speech, averring no fact in support thereof by affidavit or otherwise. Petitioners ignored the trial court's order so to do by amendment. Neither did Petitioners avail themselves of the processes of discovery, deposition or pre-trial to establish facts in support of alleged federal jurisdiction. They offered no proof on the allegation of jurisdiction. Petitioners had notice of trial. Petitioners ignored the trial. Petitioners' own correspondence established they had notice of the trial and that they had "* * * no interest in the Haenlein Company and do not desire to litigate the issues involved in that case." (361 Mich. 263, at pp. 265, 278-279).

Upon the trial all remaining defendants appeared personally and by counsel and admitted in open court that the material allegations in Respondent's Bill of Complaint were true. (See Decree, 92a, on appeal to Michigan Supreme Court). The trial court found Petitioners engaged in an illegal primary and secondary boycott and guilty of the conspiracy to violate the state laws governing labor disputes.

## REASONS FOR DENYING WRIT

The case here presented is not one of peaceful picketing, the Teamsters' statement to the contrary notwithstanding. The Teamsters were charged with unlawful trespass on Respondents' property, threats to his employees while in the course of repeated illegal trespasses, mass picketing, obstruction of public roads, blocking free ingress and egress on Respondent's property, threats of violence to Respondent and his employees, smearing of beautiful new brick residential buildings with contrasting paint, pilfering and destruction of Respondent's property, picketing of Respondent's home, picketing of Respondent's material suppliers, disturbing the peace, requiring the intervention of local law enforcing officers, all as part and

parcel of an illegal conspiracy in pursuance of an unlawful labor objective in violation of the laws of the State of Michigan enacted for the preservation of the peace and as the declared public policy of the state in labor disputes.

The unlawful conspiracy charged and the acts admittedly committed in pursuance thereof were in violation of the state statutes and the public policy therein set forth. There is no claim on the part of Petitioners, nor could there be, that there is any conflict between the state law and the federal law on that subject.

The case at bar is on all fours with *Way Baking Co. vs. Teamsters and T. D. Local*, 335 Mich. 478, 56 N.W. (2d) 357. In that case the same attorneys, using the same arguments, petitioned this court for a Writ of Certiorari, which was denied: See *Teamsters and Truck Drivers Local No. 164, A. F. of L., et al., Petitioners, vs. Way Baking Co., a Michigan Corporation*, 345 U. S. 957; 73 Sup. Ct. 939, 97 L. Ed. 1378.

Respondent in the Way Baking Company case had for many years conducted a wholesale baking business in the City of Jackson, Michigan. Sales and deliveries were made by its employees referred to as "Driver-Salesman". Respondent's plant was without railroad facilities, and the materials used by it were delivered by truck. Its employees were not members of any union. Respondent undertook to enlarge its facilities and entered into contracts to that end. Practically all of the employees participating in the building enterprise were members of labor unions. Many of the truck drivers hauling material for use in the operation were members of Petitioner union. Petitioners proceeded to picket Respondent's plant and also a number of grocery stores and restaurants in Jackson handling Respondent's products. Signs were displayed by those engaged in picketing, advertising the fact that employees of Respondent were not members of Petitioners' union.

The bill of complaint filed by the Way Baking Company in the state court alleged that Petitioners were unlawfully interfering with the conduct of its business to its serious injury and that the conduct of the Petitioners had for its purpose coercing the Respondent to require its employees to join the union and to coerce said employees to do so for the protection of their personal interests, and that Peti-

tioners' conduct in picketing stores handling Respondents' products amounted to a secondary boycott directed toward the accomplishment of the unlawful labor objective alleged by Respondent.

Petitioners denied any unlawful labor objective, asserting that the picketing operations were in the exercise of the right of free speech, and that Respondent's business affected interstate commerce, and that labor disputes arising therefrom were governed by the National Labor Relations Act, as amended by the Taft-Hartley Act of 1947, and that the state court was without jurisdiction in the premises by reason thereof.

The state trial court concluded that the purpose of Petitioners' conduct was not a lawful labor objective, in that Petitioners sought by coercion and intimidation to induce Respondent's drivers to join the union and that the controversy was one over which the state court had jurisdiction and further that the constitutional right of free speech did not permit the employment of coercive tactics in an attempt to accomplish the unlawful labor objective. A motion by the defendants subsequent to the entry of the decree to grant a rehearing for the purpose of permitting Petitioners to supplement the record on the question of interstate commerce was denied.

The state supreme court, in an opinion supporting the trial court, held that the testimony clearly supported the claim of Respondent (admitted in the case at bar) that Petitioners' activity was to injure the business of Respondent and to bring about such a loss of commissions of Respondent's drivers as to compel Respondent to insist that its employees join a union and likewise to force said employees to do so for their own protection. The state court cited the state statute that such a purpose is not a lawful labor objective. Act No. 176 of the *Public Acts* of 1939, as amended, being *M. S. A.* 17.454(1)-17.454(27), reads in part as follows:

> "Section 1. It is hereby declared as the public policy of this state * * *."
>
> (*M. S. A.* 17.454 (1)).

"Section 16. It shall be unlawful for an employer or any officer or agent of an employer (1) to interfere with, restrain, or coerce employees in the exercise of their right to self-organization, * * *."

(*M. S. A.* 17.454 (17)).

"Section 17. It shall be unlawful (1) for any employee or other person by force or unlawful threats to force, or attempt to force any person to become or remain a member of a labor organization or (2) for an employee or other person by force or unlawful threats to force or attempt to force any person to refrain from engaging in employment. Violation of this section shall be a misdemeanor and punishable as such."

(*M. S. A.* 17.454 (13)).

The state court compared the state statute to the federal statute set forth in the opinion in the Way Baking Company case on page 486, and concluded:

"'The quoted provisions of the State statute, as well as of the Federal law, are clear. Obviously they are directed at practices of the character involved in the instant case. *No claim is made that there is any conflict between the State statute and the act of congress.*'" (Emphasis ours).

The court distinguished between cases cited by Petitioners for a contrary holding. At page 495, the court stated:

"Defendants' claim that the trial court had no jurisdiction to determine the cause of action and to grant relief to the plaintiff appears to rest principally on the argument that the national labor relations act, as amended by the Taft-Hartley act, has invested the national labor relations board with sole and exclusive jurisdiction of all controversies of the character involved in the case at bar. * * *"

(At page 496) "Construing the provisions of the labor management relations act of 1947 in the light of the indicated purpose sought to be accomplished

thereby, it cannot be said that the congress evidenced an intention to deprive state courts of all jurisdiction in cases involving a factual situation of the character presented in the instant controversy. Had such a result been intended, we think that it would have been declared in clear and positive language. State Legislatures had, prior to 1947, adopted laws designed to obviate industrial strife and to protect and safeguard the rights of employers and employees as well as the rights of the public. State courts had repeatedly determined controversies of the nature involved in the decisions of this Court above cited. That the congress was aware of such situation is not open to question. * * *"

"We are not in accord with appellant's claim that the national labor relations act, as amended by the labor management relations act of 1947, must be construed as vesting sole and exclusive jurisdiction in the national labor relations board, and, hence, as precluding the State court from exercising jurisdiction, under the factual situation presented by the record. Rights of the character asserted here by plaintiff are recognized and protected by the State statute, above quoted, the purpose of which is in keeping with that of the Federal law. Said statute is penal in form, and must be regarded as a clear and unequivocal declaration of public policy. The trial court was correct in holding that it was clothed with authority to grant the injunction relief sought and that the facts established by the pleading and proofs required such action."

(At page 497) "The contention advanced by appellants that the injunction issued by the trial court operates as an unwarranted interference with their right of freedom of speech under the First and Fourteenth Amendments to the Federal Constitution is fully answered by the cases above cited, particularly the decision of the United States Supreme Court in *Building Service Employees International Union, Local 262 v. Gazzam:*"

339 U. S. 532 (70 S. Ct. 784, 94 L. ed. 1045).

The case at bar is not one of peaceful picketing as claimed by the Petitioners. The Respondent's Bill of Complaint alleged acts of violence with particular, specific individual acts committed by the Petitioners. Petitioners' general answer denied knowledge of their own individual acts. Petitioners chose to ignore their trial notice of this case in the state court and elected not to appear on the trial of said cause to offer any proof in support of their naked allegation that Respondent's business affected interstate commerce. The trial court decided the case on the proofs submitted at the trial. There is no proof in this case to support the Petitioners' mere assumption that Respondent's business affected interstate commerce. His business does not affect interstate commerce. The injunction does not enjoin peaceful picketing. Respondent's material allegations of acts of violence and coercive tactics to compel forcible unionization in violation of the state's labor laws declaring public policy in labor disputes was admitted by all Defendants on the trial, including the Petitioners by their failure to attend the trial. Admissions of co-conspirators are binding on all. The unlawful conspiracy was admitted on the trial.

The *Way Baking Company case*, supra, controls the case at bar. Application for Writ of certiorari was denied in that case.

## RELIEF

Petitioners' application for writ of certiorari should be denied.

Respectfully submitted.

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